

**APPLICATION FOR PERMIT
TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA**

Date of filing in State Engineer's Office..... JUL 2 1984

Returned to applicant for correction.....

Corrected application filed.....

Map filed..... JUL 2 1984 under 47961

The applicant..... Nevada Exploration Inc.

475 Howe Street, Suite 900, of Vancouver,
Street and No. or P.O. Box No. City or TownBritish Columbia, Canada V6C 2B3, hereby make application for permission to appropriate the public
State and Zip Code No.

waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association, give names of members.).....

October 13, 1980 State of Nevada Incorp. No. 5832-80

1. The source of the proposed appropriation is underground
Name of stream, lake, spring, underground or other source2. The amount of water applied for is 1.0 second-feet
One second-foot equals 448.83 gals. per min.

(a) If stored in reservoir give number of acre-feet.....

3. The water to be used for Mining, Milling, and Domestic
Irrigation, power, mining, manufacturing, domestic, or other use. Must limit to one use.

4. If use is for:

(a) Irrigation, state number of acres to be irrigated.....

(b) Stockwater, state number and kinds of animals to be watered.....

(c) Other use (describe fully under "No. 12. Remarks").....

(d) Power:

(1) Horsepower developed.....

(2) Point of return of water to stream.....

5. The water is to be diverted from its source at the following point within the NW¼ NE¼, Section 24
Describe as being within a 40-acre subdivision of public
T.8N., R.34E., MDB&M, or at a point from which the northwest corner of said
survey, and by course and distance to a section corner. If on unsurveyed land, it should be so stated.
Section 24, bears N.64°02'W., a distance of 3015 feet.6. Place of use. S½ Section 25, S½ Section 26, SE¼ Section 34, all of Sections 35 and 36
of T.9N. R.34E., all
Describe by legal subdivision. If on unsurveyed land, it should be so stated.
of Sections 1,2,3,11,12,13, and 24 of T.8N. R.34E., S½ of Sections 27,28,29, and
30, all of Sections 31,32,33, and 34 of T.9N. R.35E., N½ N½ of Section 3, all of
Sections 4,5,6,7, and 18 of T.8N. R.35E. MDB&M7. Use will begin about January 1 and end about December 31, of each year.
Month and Day Month and Day8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) drill well, install pump, distribute
State manner in which water is to be diverted, i.e. diversion structure, ditches and flumes, drilled well with pump and motor, etc.
via a distribution system for milling operations

9. Estimated cost of works..... \$50,000

10. Estimated time required to construct works..... 2 years.....
If well completed, describe works.

11. Estimated time required to complete the application of water to beneficial use..... 5 years.....

12. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use.

The proposed mine and milling operations will use a heap leach process to extract the ore. The system will be operating 24 hours a day, seven days a week, and 365 days a year. The total yearly consumption will be 725 acre-feet.

By s/William E. Nork
William E. Nork
1026 W. First Street, Reno, Nevada 89503
Compared. bc/bl js/bc

Protested.....

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

(CONTINUED ON PAGE 2)
The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second, but not to exceed 235.9 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before May 15, 1987

Proof of completion of work shall be filed before June 15, 1987

Application of water to beneficial use shall be made on or before May 15, 1989

Proof of the application of water to beneficial use shall be filed on or before June 15, 1989

Map in support of proof of beneficial use shall be filed on or before

Completion of work filed..... IN TESTIMONY WHEREOF, I, PETER G. MORROS

Proof of beneficial use filed..... State Engineer of Nevada, have hereunto set my hand and the seal of

Cultural map filed..... my office, this 15th day of May,

Certificate No. FEB 15 1991 Issued A.D. 1985

STATE ENGINEER

Peter G. Morros
State Engineer

(PERMIT TERMS CONTINUED)

The total combined duty of water under Permits 47961, 48163 and 48164 shall not exceed 235.9 million gallons annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.